

FISCAL NOTE

SB 2933 - HB 3396

March 8, 2006

SUMMARY OF BILL: Requires all *private* employers that employ or have employed 1,500 or more employees in any single day since January 1, 1970 at a workplace(s) in Tennessee to submit to the State Treasurer an annual pension evaluation statement on the actuarial and financial status of any defined benefit plan offered by that employer. Requires the State Treasurer to evaluate all pension evaluation statements received, prepare an annual report to the Council on Pensions and Insurance relative to the well-being of the private pension plans, and submit to the Comptroller names of employers who fail to submit statements or submit inaccurate statements. Requires the Comptroller to audit every year at least 5% of employers reported by the Treasurer.

ESTIMATED FISCAL IMPACT:


Increase State Expenditures – Exceeds \$200,000

Assumptions:

- Expenses include two positions and actuarial research fees for the Treasury Department. This will result in an increase in state expenditures exceeding \$100,000.
- The Comptroller's Office will need at least two auditor positions to comply with the audit requirements in the bill resulting in an increase in state expenditures exceeding \$100,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director